

TR 33264  
2,127.94 +/- ACS.  
MARCH, 2001

**TRACT 33265 - PORTION OF BLOCK 63, CHANDELEUR SOUND AREA, ADDITION, REVISED  
St. Bernard Parish, Louisiana**

That portion of Block 63, Chandeleur Sound Area, Addition, Revised, St Bernard Parish, Louisiana, belonging to the State of Louisiana and not under mineral lease on March 14, 2001, described as follows: Beginning at a point on the East line of Block 63, Chandeleur Sound Area, Addition, Revised having Coordinates of X = 2,797,608.05 and Y = 403,467.075; thence South 7,379.025 feet on the East line of said Block 63 to its Southeast corner also being the Easternmost point of State Lease No. 9680, as amended, having Coordinates of X = 2,797,608.05 and Y = 396,088.05; thence on the Northern boundary of said State Lease No. 9680 the following courses: North 4 degrees 12 minutes 18 seconds West 5,749.36 feet and North 71 degrees 2 minutes 11 seconds West 10,652.07 feet to its Northwest corner having Coordinates of X = 2,783,363.17 and Y = 403,467.075; thence East 14,244.8 feet to the point of beginning, containing approximately 907.43 acres, as shown outlined in red on a plat on file in the Office of Mineral Resources Department of Natural Resources, as provided by the applicant. All bearings, distances and coordinates are based on Louisiana Coordinate System of 1983 (South Zone).

NOTE: The boundary description and plat for this tract as shown and as advertised were supplied by the nominating party and have not been checked for accuracy by the staff of the Office of Mineral Resources. Anything which may affect the acreage, the shape or the location of the tract, such as non-closure of or incorrect X, Y coordinates of the title disputed acreage, or which may affect the status of the tract for leasing, such as overlap of prior leases or nominated tracts, or which may affect potential operations on leases taken, such as inclusion in areas under the jurisdiction of the Department of Wildlife and Fisheries, will not be specifically determined unless and until a bid on this tract is accepted by the Mineral Board; which bid will be accepted on a per acre basis and which acceptance will be conditional upon such specific determinations being made. Once a bid is conditionally accepted by the Mineral Board, the staff will within a period following the date of the lease sale, determine the acreage, shape and location of the potential lease area of the tract, the status for leasing of all or any portion thereof, and any conditions which may affect potential operations thereon. These determinations may render all or a portion of the bid area unleaseable or may increase or decrease the State claimed acreage such that the total bonus/rental ultimately required may either exceed the bonus/rental paid at the lease sale, which will require additional payment by the successful bidder, or allow the successful bidder a refund of excessive payment. The successful bidder will be notified of the determinations by the staff and given an opportunity to view the bid area acreage, configuration and location as it has been specifically determined. If all or a portion of the bid area is unleaseable due to overlap of an existing lease, the successful bidder will be given an opportunity to accept or reject a new lease on the portion of the bid area which is not unleaseable. If rejected, the bid and all monies accompanying the bid will be returned to the successful bidder and no lease will be issued. In all other cases a new lease will be issued and any additional per acre bonus/rental

10% administration fee or \$10 and \$5 per acre fees due as a result of staff determination of more State acreage in the bid area than determined by the successful bidder will be paid prior to the lease being issued. A determination of less State acreage in the bid area will result in a return to the successful bidder of any overpayment.

NOTE: The State of Louisiana does hereby reserve, and this lease shall be subject to, the imprescriptible right of surface use in the nature of a servitude in favor of the Department of Natural Resources including its Offices and Commissions, for the sole purpose of implementing, constructing, servicing and maintaining approved coastal zone management and/or restoration projects. Utilization of any and all rights derived under this lease by the mineral lessee, its agents, successors or assigns, shall not interfere with nor hinder the reasonable surface use by the Department of Natural Resources, its Offices or Commissions, as hereinabove reserved.

Applicant: Cypress Energy Corporation

Bidder	Cash Payment	Price / Acre	Rental	Oil	Gas	Other



Scale: 1" = 4,000'

POB X=2,782,850.00  
Y=410,830.00

POB X=2,782,850.00  
Y=410,845.10

TR 33265  
907.43 +/- ACS.  
MARCH, 2001

2,437.00ac

100.00ac

1,920.74ac

59

63

27

2,021.00ac

907.43ac

SL 9680

P.O.B.  
X=2,797,608.05  
Y= 403,467.075

POB X=2,788,100.00  
Y=396,080.00

POB X=2,788,100.00  
Y=396,080.00

282.68ac

281.94ac

CHANDELEUR SOUND AREA ADDITION, REVISED

1,270.00ac

1,116.02ac

2,441.35ac

60

28

29

394.00ac

1,982.61ac

1,815.98ac

ST. BERNARD PARISH

POB X=2,782,850.00  
Y=381,330.00

POB X=2,782,850.00  
Y=381,330.00

POB X=2,782,850.00  
Y=381,330.00

POB X=2,782,850.00  
Y=381,330.00

51

**TRACT 33266 - PORTION OF BLOCK 63, CHANDELEUR SOUND AREA, ADDITION, REVISED  
St. Bernard Parish, Louisiana**

That portion of Block 63, Chandeleur Sound Area, Addition, Revised, St Bernard Parish, Louisiana, belonging to the State of Louisiana and not under mineral lease on March 14, 2001, described as follows: Beginning at the Southwest corner of Block 63, Chandeleur Sound Area, Addition, Revised having Coordinates of X = 2,782,850.00 and Y = 396,088.05; thence North 1,708.00 feet on the West line of said Block 63 to the Southwest corner of State Lease No. 9680, as amended, having Coordinates of X = 2,782,850.00 and Y = 397,796.05; thence on the Southern boundary of said State Lease No. 9680 the following courses: East 3,452.00 feet and South 68 degrees 59 minutes 30 seconds East 4,764.66 feet to a corner on the South line of said Block 63 having Coordinates of X = 2,790,750.00 and Y = 396,088.05; thence West 7,900.00 feet on the South line of said Block 63 to the point of beginning containing approximately 222.56 acres, as shown outlined in red on a plat on file in the Office of Mineral Resources, Department of Natural Resources, as provided by the applicant. All bearings, distances and coordinates are based on Louisiana Coordinate System of 1927 (South Zone).

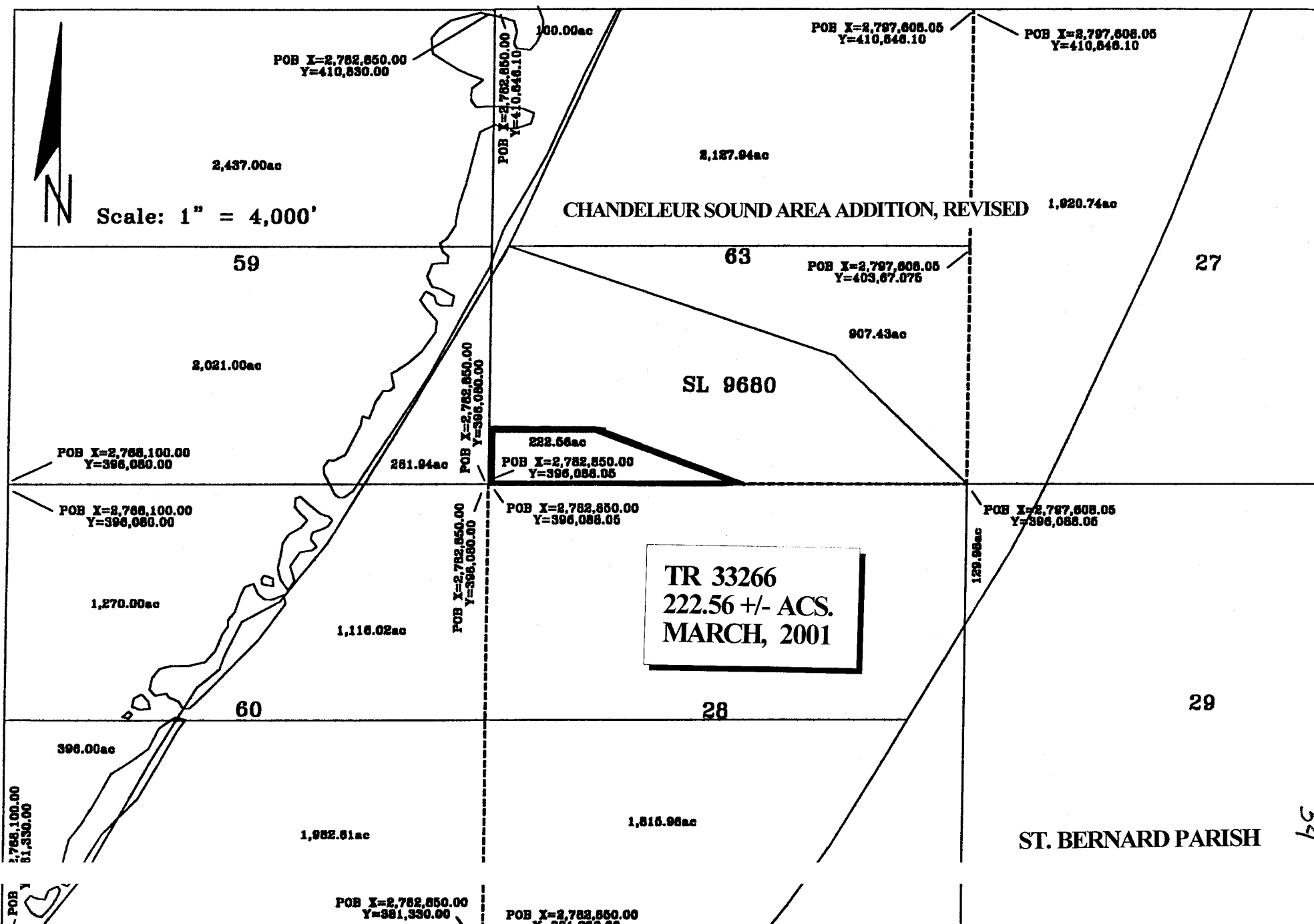
NOTE: The boundary description and plat for this tract as shown and advertised were supplied by the nominating party and have not been checked for accuracy by the staff of the Office of Mineral Resources. Anything which may affect the acreage, the shape or the location of the tract, such as non-closure of or incorrect X, Y coordinates of title disputed acreage, or which may affect the status of the tract for leasing, such as overlap of prior leases or nominated tracts, or which may affect potential operations on leases taken, such as inclusion in areas under the jurisdiction of the Department of Wildlife and Fisheries, will not be specifically determined unless and until a bid on this tract is accepted by the Mineral Board; which bid will be accepted on a per acre basis and which acceptance will be conditional upon such specific determinations being made. Once a bid is conditionally accepted by the Mineral Board, the staff will within a period following the date of the lease sale, determine the acreage, shape and location of the potential lease area of the tract, the status for leasing of all or any portion thereof, and any conditions which may affect potential operations thereon. These determinations may render all or a portion of the bid area unleaseable or may increase or decrease the State claimed acreage such that the total bonus/rental ultimately required may either exceed the bonus/rental paid at the lease sale, which will require additional payment by the successful bidder, or allow the successful bidder a refund of excessive payment. The successful bidder will be notified of the determinations by the staff and given an opportunity to view the bid area acreage, configuration and location as it has been specifically determined. If all or a portion of the bid area is unleaseable due to overlap of an existing lease, the successful bidder will be given an opportunity to accept or reject a new lease on the portion of the bid area which is not unleaseable. If rejected, the bid and all monies accompanying the bid will be returned to the successful bidder and no lease will be issued. In all other cases a new lease will be issued and any additional per acre bonus/rental 10% administration fee or \$10 and \$5 per acre fees due as a result

of staff determination of more State acreage in the bid area that determined by the successful bidder will be paid prior to the lease being issued. A determination of less State acreage in the bid area will result in a return to the successful bidder of any overpayment.

NOTE: The State of Louisiana does hereby reserve, and this lease shall be subject to, the imprescriptible right of surface use in the nature of a servitude in favor of the Department of Natural Resources including its Offices and Commissions, for the sole purpose of implementing, constructing, servicing and maintaining approved coastal zone management and/or restoration projects. Utilization of any and all rights derived under this lease by the mineral lessee, its agents, successors or assigns, shall not interfere with nor hinder the reasonable surface use by the Department of Natural Resources, its Offices or Commissions, as hereinabove reserved.

Applicant: Cypress Energy Corporation

Bidder	Cash Payment	Price / Acre	Rental	Oil	Gas	Other



**TRACT 33267 - PORTION OF BLOCK 28, CHANDELEUR AREA, St. Bernard Parish, Louisiana**

That portion of Block 28, Chandeleur Area, St. Bernard Parish, Louisiana belonging to the State of Louisiana and not under mineral lease on March 14, 2001, described as follows: Beginning at the Northwest corner of said Block 28 having Coordinates of X = 2,782,850.00 and Y = 396,088.05; thence East along the North line of said Block 28 to its Northeast corner having Coordinates of X = 2,797,608.05 and Y = 396,088.05; thence South along the East line of said Block 28 to a point having Coordinates of X = 2,797,608.05 and Y = 391,651.70; thence on a straight line to a point having Coordinates of X = 2,795,874.15 and Y = 388,705.00; thence West to a point on the West line of said Block 28 having Coordinates of X = 2,782,850.00 and Y = 388,705.00; thence North to the point of beginning, containing approximately **2,441.35 acres**, as shown outlined in red on a plat on file in the Office of Mineral Resources, Department of Natural Resources, as provided by the applicant, **LESS AND EXCEPT** that portion thereof, if any, which is more than three nautical miles from the coast line as determined by the Report of the Special Master in the litigation in the Supreme Court of the United States styled United States v. State of Louisiana et al No. 9 Original, said three mile line as set out in the June, 1975, decree of the Supreme Court. All bearings, distances and coordinates are based on Louisiana Coordinate System of 1927 (South Zone).

NOTE: The boundary description and plat for this tract as shown and advertised were supplied by the nominating party and have not been checked for accuracy by the staff of the Office of Mineral Resources. Anything which may affect the acreage, the shape or the location of the tract, such as non-closure of or incorrect X, Y coordinates of title disputed acreage, or which may affect the status of the tract for leasing, such as overlap of prior leases or nominated tracts, or which may affect potential operations on leases taken, such as inclusion in areas under the jurisdiction of the Department of Wildlife and Fisheries, will not be specifically determined unless and until a bid on this tract is accepted by the Mineral Board; which bid will be accepted on a per acre basis and which acceptance will be conditional upon such specific determinations being made. Once a bid is conditionally accepted by the Mineral Board, the staff will within a period following the date of the lease sale, determine the acreage, shape and location of the potential lease area of the tract, the status for leasing of all or any portion thereof, and all conditions which may affect potential operations thereon. These determinations may render all or a portion of the bid area unleaseable or may increase or decrease the State claimed acreage such that the total bonus/rental ultimately required may either exceed the bonus/rental paid at the lease sale, which will require additional payment by the successful bidder, or allow the successful bidder a refund of excessive payment. The successful bidder will be notified of the determinations by the staff and given an opportunity to view the bid area acreage, configuration and location as it has been specifically determined. If all or a portion of the bid area is unleaseable due to overlap of an existing lease, the successful bidder will be given an opportunity to accept or reject a new lease on the portion of the bid area which is not unleaseable. If rejected, the



bid and all monies accompanying the bid will be returned to the successful bidder and no lease will be issued. In all other cases a new lease will be issued and any additional per acre bonus/rental 10% administration fee or \$10 and \$5 per acre fees due as a result of staff determination of more State acreage in the bid area than determined by the successful bidder will be paid prior to the lease being issued. A determination of less State acreage in the bid area will result in a return to the successful bidder of any overpayment.

NOTE: The State of Louisiana does hereby reserve, and this lease shall be subject to, the imprescriptible right of surface use in the nature of a servitude in favor of the Department of Natural Resources including its Offices and Commissions, for the sole purpose of implementing, constructing, servicing and maintaining approved coastal zone management and/or restoration projects. Utilization of any and all rights derived under this lease by the mineral lessee or its agents, successors or assigns, shall not interfere with nor hinder the reasonable surface use by the Department of Natural Resources, its Offices or Commissions, as hereinabove reserved.

Applicant: Cypress Energy Corporation

Bidder	Cash Payment	Price / Acre	Rental	Oil	Gas	Other

